MEMORANDUM

DATE:

October 31, 2016

SUBJECT:

Approval of Six Additional Mine Sites to be added to Navajo Area Uranium

Mines pursuant to Paragraph 117(p) of 2011 Tronox Settlement

FROM:

Chip Poalinelli, Tronox NAUM Coordinator, Region 9

TO:

Clancy Tenley, Assistant Director, Superfund Division, Region 9

THRU:

Laurie Williams, Assistant Regional Counsel

Dustin Minor, Branch Chief, Hazardous Waste, Office of Regional Counsel

I. Introduction

This memorandum recommends the addition of six uranium mine sites to the sites designated as the Navajo Area Uranium Mines ("NAUM"), pursuant to the 2011 Tronox Settlement (In re: Tronox Incorporated, et al, Case No. 09-10156 (Bankruptcy, S.D.N.Y))

II. Background

According to the 2011 Tronox Settlement, 20% of the 88% of the proposed Tronox settlement funds allocated to "Navajo Area Uranium Mines" may be spent, pursuant to Para 117(p), on any of the following:

- > (1) the 49 mines or mining exploration Sites identified as "Designated Navajo Area Mines" on Attachment B of the Settlement:
- ▶ (2) any other uranium mines or uranium mining exploration Sites on Attachment B for which US EPA Region 9 determines that it is the lead region under the terms of the "Memorandum of Agreement Between the Navajo Nation and the U.S. Environmental Protection Agency Regions 6, 8 and 9 Regarding the Implementation of Environmental Standards and Regulations of the Navajo Nation" dated October 9, 1991; and
- > (3) any other uranium mines or uranium mining exploration Sites on Attachment B that US EPA Region 9, after discussions with Navajo Nation, determines may have an impact on or within the Navajo Nation.

USEPA Region 9 has determined, after discussion with Navajo Nation, that is it appropriate to add 6 sites to list of sites that may be funded by the Tronox Navajo Area Uranium Mines Special Account.

III. The Six Sites Recommended for Addition to the Navajo Area Uranium Mines

The six sites recommended for addition to the list of Navajo Area Uranium Mine sites that may be funded by the Tronox Navajo Area Uranium Mines Special Account include:

- ➤ Brodie 1 (191)*
- ➤ Henry Phillips Mine (286)*
- ➤ Knife Edge Mine (428)*
- ➤ Mesa I 1/2, West Mesa (288)*
- ➤ Mesa II Pit (287)*
- ➤ Mesa IV West Mine (101)*

Each of the six sites appear in Appendix B of the 2011 Settlement (Tronox Other Sites List). It is appropriate to add these sites to the 49 designated sites found in the Navajo Covenant Not To Sue, because the 6 sites fit into the following category of paragraph 117(p) of the 2011 Settlement, which defines the "Navajo Area Uranium Mines," specifically:

"any other uranium mines or uranium mining exploration Sites on Attachment B for which US EPA Region 9 determines that it is the lead region under the terms of the "Memorandum of Agreement Between the Navajo Nation and the U.S. Environmental Protection Agency Regions 6, 8 and 9 Regarding the Implementation of Environmental Standards and Regulations of the Navajo Nation" dated October 9, 1991;" (Emphasis added.)

A map showing the approximate location of the six sites is also attached.

IV. Recommendation to Add Six Additional Sites to the NAUM Sites List

As the EPA Region 9 Tronox NAUM Coordinator, I recommend the addition of the six proposed mine sites, for the following reasons: (a) the six mine sites are within the definition of the Navajo Area Uranium Mines in the 2011 Tronox Settlement, paragraph 117(p), based on their being listed on Attachment B of that settlement and based on Region 9 having conducted discussion with the Navajo Nation, (b) during the discussion with the NNEPA, the Executive Director of NNEPA, Dr. Donald Benn concurred that adding these six mine sites is appropriate, and (c) it appears that the funding that is available for the NAUM Sites will be adequate to assess and analyze available options to address the six additional mine sites and any concerns about the total funds available to address the larger group of sites may be considered in the context of prioritization and further discussion with the Navajo Nation, as contemplated by the 2011 Tronox Settlement.

Please contact me if you have any questions regarding this recommendation. If you believe you have sufficient information at this time, please indicate your approval or disapproval on the signature lines provided below.

APPROVED:	
Clancy Tenley, Assistant Director, Superfund Division, Region 9	10/31/2016
Clancy Tenley, Assistant Director, Superfund Division, Region 9	Date
NOT APPROVED:	

^{*}Additional details on the six sites are listed in the attached Table 1.

Cove Area - Tronox Other Sites

Cove Area Tronox and Tronox Other Sites

Frank Jr. Mine

☐ Tronox Other Sites ▲ Tronox Mines Legend

wesa VI Mine

Mesa IV 1/2 Mine and Simpson 181

Mesa V Incline

Mesa V Mine

UMesa II Pit Mesa IV, Mine No. 2

Mesa IV, Mine No. 1

Mesa IV, West Mine

Mesa I, Mine No. 10-15

Mesa II 1/2, Mine 4

Mesa II 1/2, Mine Mesa II, Mine 4 Mesa I 1/2 Mine Mesa II 1/2 Mine Mesa II, Mine No 1, P-15enry Phillips Mine Tommy James Mine Mesa I 3/4, Mine No. 2, P1filesa I 1/2, West Mine Mesa I 1/4 Mine

Step Mesa Mine

Mesa I 3/4 Incline

Black No. 2 Mine (West) Black No. 2 Mine

Google earth

Ruife Edge Mesa Mine

Tse Tah - Tronox Other Sites

Brodie 1 Tronox Other Site and Tse Tah Mines

Block K Block K

Legend

☐ Tronox Other Sites ▲ Navajo AUMs

NA-0928

Silentman 1

Brodie 1

Plot 2McKenzie 3 NA-0904 Plot 3Plot 5

Plot 1 Plot 4

Hoskie Henry

Pope 19lot 6

NA-0926 NA-0924

Tse079 NA-0919A NA-0917A

NA-0919B

Plot 1 Plot 10

Plot 9 Jimmie Bileen 1

Grover Cleveland 1

North Martin

Rattlesnake No. 8 Tsosie 1

George Simpson 1 Incline Carson

Last Chance Plot 13 AEC Plot 3

Google earth